

CALENDAR ITEM

C49

A 35

S 18

12/16/02
PRC 3913.1
S. Young

REVISION OF RENT

LESSEE:

Vintage Petroleum, Inc.
110 West 7th Street
Tulsa, Oklahoma 74119

AREA, LAND TYPE, AND LOCATION:

2.08 acres, more or less, of tide and submerged lands in the Santa Barbara Channel, near Pitas Point, Ventura County.

AUTHORIZED USE:

Two seawater intake lines and one inactive wastewater outfall line.

LEASE TERM:

20 years, beginning March 1, 1993.

CONSIDERATION:

This lease provides that Lessor may modify the rent periodically during the lease term. Pursuant to this provision, staff has conducted a review of the rent under this lease, and recommends that the rent be revised from \$1,822.50 per year to \$3,038.00 per year, effective March 1, 2003.

OTHER PERTINENT INFORMATION:

1. The Lessee's 12"-diameter water intake lines are used to provide seawater to an upland purification plant which removes sand and other foreign materials from the water prior to injection for secondary oil recovery. The 12"-diameter wastewater outfall line is inactive and is not currently used by the lessee. The lease agreement provides that any plan to reactivate the outfall line, or any other proposed disposition thereof, shall be presented to the Commission for review and approval.
2. The lease requires Liability Insurance with coverage of no less than \$1,000,000 and a Surety Bond in the amount of \$100,000.

CALENDAR ITEM NO. **C49** (CONT'D)

EXHIBIT:

A. Location Map

RECOMMENDED ACTION:

IT IS RECOMMENDED THAT THE COMMISSION:

CEQA FINDING:

FIND THAT THE ACTIVITY IS NOT SUBJECT TO THE REQUIREMENTS OF THE CEQA PURSUANT TO TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15060(c)(3) BECAUSE THE ACTIVITY IS NOT A PROJECT AS DEFINED BY PUBLIC RESOURCES CODE SECTION 21065 AND TITLE 14, CALIFORNIA CODE OF REGULATIONS, SECTION 15378.

AUTHORIZATION:

APPROVE THE REVISION OF RENT FOR LEASE NO. PRC 3913.1 FROM \$1822.50 PER YEAR TO \$3038.00 PER YEAR, EFFECTIVE MARCH 1, 2003.